

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 2260 - HB 2398

February 10, 2012

SUMMARY OF BILL: Creates a standard by which a forced assessment may be reduced, when requested by a taxpayer after the deadline to appeal to the county board of equalization has expired, to the standard depreciated value of the taxpayer's assessable property plus 25 percent.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Currently, if a business owner fails to provide an annual property assessment schedule to the appropriate county assessor by March 1, such owner is deemed to have waived objections to a forced assessment. After the deadline to appeal to the county board of equalization has passed, the taxpayer may request that the assessor mitigate the forced assessment to the extent it exceeds the standard depreciated value of the property plus twenty-five percent or more.
- The proposed legislation creates a standard amount to which the forced assessment may be reduced in these cases.
- Since current law does not state an amount to which a forced assessment may be reduced, it is difficult to determine if the proposed legislation will result in a significant fluctuation of current tax revenue.
- Based on information provided by the Comptroller of the Treasury, any net change to property tax revenue to local governments is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

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